



GENERAL ASSEMBLY OF THE STATE OF TENNESSEE FISCAL REVIEW COMMITTEE

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Lt. Governor Ron Ramsey, <i>ex officio</i>	

M E M O R A N D U M

TO: Mike Perry, Chief Procurement Officer
Department of General Services

FROM: Representative Mark White, Chairman
Senator Bill Ketron, Vice-Chairman

DATE: June 22, 2016

SUBJECT: Contract Comments
(Fiscal Review Committee Meeting 6/8/16)

RFS# 332.05-02711 (Edison # 29761)

Department: Tennessee Student Assistance Corporation (TSAC)

Vendor: Nelnet Guarantor Solutions (NGS)

Summary: The vendor is responsible for servicing of TSAC's Federal Family Education Loan Program (FFELP), grants, scholarships, and loan forgiveness programs as well as the TSAC General Ledger System. The proposed amendment revises the scope of services; reduces maximum liability by \$11,024,631; and revises payment methodology to reflect rates for change orders and third-party vendor software.

Current maximum liability: \$127,302,531

Proposed maximum liability: \$116,277,900

After review, the Fiscal Review Committee voted to recommend approval of the contract amendment.

cc: Mr. Russ Deaton, Interim Executive Director